



**First Public**  
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## Fund Performance Update

May 31, 2023

*Comments by Mellon, Investment Manager*

*Custodian Bank: State Street Bank*

*Investment Managers:*

*American Beacon Advisors and  
Mellon Investments Corp (Dreyfus)*

*The Lone Star Investment Pool is  
endorsed by:*



The Lone Star Investment Pool Information Statement should be read carefully before investing. Investors should consider the investment objectives, risks, changes, and expenses associated with this or any security prior to investing. Investment in Lone Star Investment Pool is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency, and although Lone Star seeks to preserve the value of the investment at a fixed share price, it is possible to lose money by investing in Lone Star. For further information or for an Information Statement contact First Public at 800-558-8875. The return information is net of all current operating expenses. The return represents past performance and is no indication of future results.

The market shifted its focus in May from high inflation and stress in the banking sector to the debt ceiling negotiations. While a technical default on U.S. Treasury debt was viewed as a relatively low probability event, the degree of damage to the financial markets if a default occurred still had the markets spooked. Investors did not want to hold any U.S. Treasury securities that were near the X date of when the U.S. Treasury would not be able to pay its bills without an increase in the debt limit. Due to these concerns, yields on Treasury bills maturing in early June rose above 7% for a short period. On the last day of May, the U.S. House of Representatives passed a bill to raise the debt limit. The Senate is expected to pass the legislation with little resistance, so the government's borrowing limit should be extended until January 2025. Yields rose across the curve in May with shorter-dated bonds increasing the most. Equity prices were mixed during the month as the S&P 500 and NASDAQ were modestly higher while the Dow Jones fell slightly. The Federal Reserve (Fed) raised the target rate by 25 basis points at its May 3 meeting, marking the tenth consecutive meeting with a rate hike. At the end of May, the futures market was reflecting an 82% probability of one more hike of 25 basis points before a pause, but the market was unclear if that hike would occur in June or July.

### Active Participants This Month

Schools and Colleges	583
Other Governmental Entities	83
<i>Total</i>	<i>666</i>

## Government Overnight Fund

### Return Information

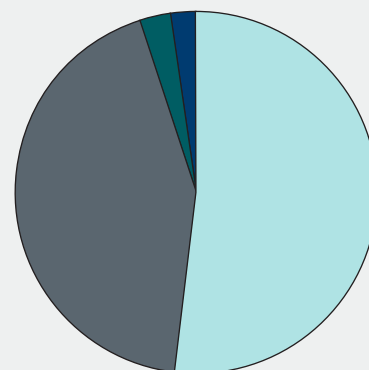
May 31, 2023

Average Monthly Return (a)	5.04%
SEC 7-day Fund Yield (b)	5.11%
Weighted Average Maturity One (c)	17 days
Weighted Average Maturity Two (c)	89 days
Portfolio Maturing beyond One Year	7%
Net Asset Value (NAV)	\$1.00
Annualized Expense Ratio	0.06%
Standard & Poor's Rating	AAAm

### Inventory Position

	Book Value	Market Value
Cash/Repo	3,142,662,690.53	3,142,662,690.53
US Treasuries	175,060,454.81	174,988,875.00
Agencies	2,571,461,831.20	2,571,683,747.33
Money Market Funds	110,842,341.76	110,842,341.76
<b>Total Assets</b>	<b>6,000,027,318.30</b>	<b>6,000,177,654.62</b>

### Investment Distribution



Cash/Repo	52%
Agencies	43%
Treasuries	3%
Money Market	2%

(a) The return information represents the average annualized rate of return on investments for the time period referenced. Return rates reflect a partial waiver of the Lone Star Investment Pool operating expense. Past performance is no guarantee of future results.

# Corporate Overnight Fund

## Return Information

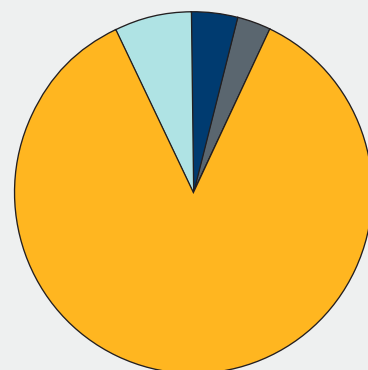
May 31, 2023

Average Monthly Return (a)	5.21%
SEC 7-day Fund Yield (b)	5.26%
Weighted Average Maturity One (c)	27 days
Weighted Average Maturity Two (c)	67 days
Portfolio Maturing beyond One Year	0%
Net Asset Value (NAV)	\$1.00
Annualized Expense Ratio	0.06%
Standard & Poor's Rating	AAAm

## Inventory Position

	Book Value	Market Value
Cash/Repo	248,061,182.71	248,061,182.71
US Treasuries	-	-
Agencies	113,631,399.70	113,626,692.00
Commercial Paper	3,274,834,122.03	3,274,318,876.00
Money Market Funds	154,056,690.05	154,044,189.00
<i>Total Assets</i>	<i>3,790,583,394.49</i>	<i>3,790,050,939.71</i>

## Investment Distribution



Commercial Paper	86%
Cash/Repo	7%
Money Market	4%
Agencies	3%

(b) **SEC 7-Day Yield Calculation**

$$\text{Yield} = 2 \left[ \left[ \frac{a-b}{cd} + 1 \right]^6 - 1 \right]$$

*a - Dividend and interest income  
b - Expenses accrued for the period  
c - Average daily number of shares outstanding during the period that was entitled to dividends  
d - Maximum offering price per share on the last day of the period*

## Corporate Overnight Plus Fund

### Return Information

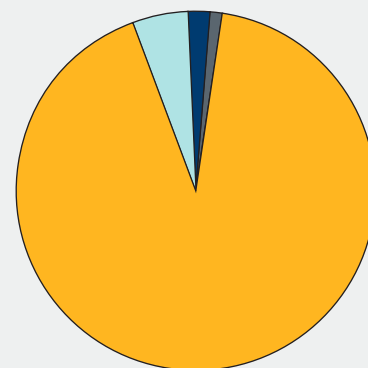
May 31, 2023

Average Monthly Return (a)	5.23%
SEC 7-day Fund Yield (b)	5.28%
Weighted Average Maturity One (c)	31 days
Weighted Average Maturity Two (c)	71 days
Portfolio Maturing beyond One Year	0%
Net Asset Value (NAV)	\$1.00
Annualized Expense Ratio	0.06%
Standard & Poor's Rating	AAAf/S1+

### Inventory Position

	Book Value	Market Value
Cash/Repo	552,994,336.04	552,994,336.04
US Treasuries	-	-
Agencies	141,184,324.29	141,162,063.00
Commercial Paper	9,887,971,070.36	9,886,304,312.58
Money Market Funds	197,550,147.92	197,548,612.71
<b>Total Assets</b>	<b>10,779,699,878.61</b>	<b>10,778,009,324.33</b>

### Investment Distribution



Commercial Paper	92%
Cash/Repo	5%
Money Market	2%
Agencies	1%

(c) The Weighted Average Maturity One calculation uses the industry standard definition of state maturity for floating rate instruments, the number of days until the next reset date. The Weighted Average Maturity Two calculation uses the final maturity of any floating rate instruments, as opined in Texas Attorney General Opinion No. JC0359.